

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-04049A
DS Water Company
P.O. Box 786
Desert Springs AZ 86432

RECEIVED

APR 13 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) DS Water Company

Mailing Address P.O. Box 786

(Street)

Desert Springs

(City)

AZ

(State)

86432

(Zip)

928-347-5467

Telephone No. (Include Area Code)

928-347-5484

Fax No. (Include Area Code)

702-525-6074

Pager/Cell No. (Include Area Code)

Email Address pwynn@mesquiteweb.com

Local Office Mailing Address see above

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: _____

Patti Wynn

(Name)

Manager

(Title)

P.O. Box 786

(Street)

Desert Springs

(City)

AZ

(State)

86432

(Zip)

928-347-5467

Telephone No. (Include Area Code)

928-347-5484

Fax No. (Include Area Code)

702-525-6074

Pager/Cell No. (Include Area Code)

Email Address pwynn@mesquiteweb.com

On Site Manager: Patti Wynn

(Name)

Physical address only

4103 East Fleet Street, Suite 200

(Street)

Desert Springs

(City)

AZ

(State)

86432

(Zip)

928-347-5467

Telephone No. (Include Area Code)

928-347-5484

Fax No. (Include Area Code)

702-525-6074

Pager/Cell No. (Include Area Code)

Email Address pwynn@mesquiteweb.com

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>Richard L. Sallquist</u>			<u>Sallquist & Drummond, P.C.</u>		
(Name)					
<u>2525 E. Arizona Biltmore Circle, Suite 117</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85016-2129</u>		
(Street)	(City)	(State)	(Zip)		
<u>602-224-9222</u>	<u>602-224-9366</u>				
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)			
Attorney: <u>Richard L. Sallquist</u>			<u>Sallquist & Drummond, P.C.</u>		
(Name)					
<u>2525 E. Arizona Biltmore Circle, Suite 117</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85016-2129</u>		
(Street)	(City)	(State)	(Zip)		
<u>602-224-9222</u>	<u>602-224-9366</u>				
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME J.S. Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,056.80	211	845.80
302	Franchises	28,780.87	1,119	27,661.87
303	Land and Land Rights			
304	Structures and Improvements	22,911.55	2,463	20,448.55
307	Wells and Springs	11,215.00	1,323	9,892
309	Supply Mains	21,848.69	374	21,474.69
311	Pumping Equipment	46,750.72	5,052	41,698.72
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	37,572.42	4,502	33,070.42
331	Transmission and Distribution Mains	50,050.70	6,250	43,800.70
333	Services			
334	Meters and Meter Installations	30,295.74	2,401	27,894.74
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	8,000	400	7,600
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	24,064.73	18,377	5,687.73
346	Communication Equipment	4,308.75	2,613	1,695.75
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	286,855.97	45,085	241,770.97

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME DS water company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,056.80	0.2	211
302	Franchises	28,780.87	0.039	1,119
303	Land and Land Rights			
304	Structures and Improvements	22,911.55	0.065	1,487
307	Wells and Springs	11,215.00	0.04	449
309	Supply Mains	21,848.69	0.012	264
311	Pumping Equipment	46,750.72	0.039	1,824
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	37,572.42	0.04	1,502
331	Transmission and Distribution Mains	50,050.70	0.04	2,000
333	Services			
334	Meters and Meter Installations	30,295.74	0.039	1,170
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	8,000	0.05	400
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	24,064.73	0.142	3,411
346	Communication Equipment	4,308.75	0.158	678
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	286,855.97	0.051	14,515

This amount goes on Comparative Statement of Income and Expense
Acct. No. 403.

COMPANY NAME DS Water Company

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 793.91	\$ 0
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2,385.62	2,094.72
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	2,396.21	3,872.00
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 5,575.74	\$ 5,966.72
	FIXED ASSETS		
101	Utility Plant in Service	\$ 240,047.17	\$ 286,855.97
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	- 30,510.00	- 15,085.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 209,477.17	\$ 241,770.97
	TOTAL ASSETS	\$ 215,052.91	\$ 247,737.69

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME PS Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 0.00	\$ 1,528.63
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	0.00	42.90
235	Customer Deposits		100.00
236	Accrued Taxes	776.32	1,355.56
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	2.00	260.54
	TOTAL CURRENT LIABILITIES	\$ 778.32	\$ 3,287.93
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 230,490.92	\$ 320,090.92
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		850.00
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$ 850.00
	TOTAL LIABILITIES	\$ 231,269.24	\$ 324,128.85
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 3,000.00	\$ 3,000.00
211	Paid in Capital in Excess of Par Value	100,000.00	108,000.00
215	Retained Earnings	-119,216.33	-187,391.16
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ -16,216.33	\$ -76,391.16
	TOTAL LIABILITIES AND CAPITAL	\$ 215,052.91	\$ 247,737.69

COMPANY NAME DS Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue	14,139.99	44,029.40
474	Other Water Revenues	15,580.15	8,565.78
	TOTAL REVENUES	\$ 29,720.14	\$ 53,885.34
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 66,581.72	\$ 80,240.42
610	Purchased Water		
615	Purchased Power	3,110.03	2,646.41
618	Chemicals		
620	Repairs and Maintenance	12,072.17	8,938.82
621	Office Supplies and Expense		
630	Outside Services	2,598.55	5,760.05
635	Water Testing	2,149.95	1,040.95
641	Rents		566.10
650	Transportation Expenses	2,239.19	1,753.78
657	Insurance – General Liability	2,664.89	3,990.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,405.57	2,020.21
403	Depreciation Expense	13,551.00	14,515.00
408	Taxes Other Than Income	12.36	16.59
408.11	Property Taxes		
409	Income Tax		381.34
	TOTAL OPERATING EXPENSES	\$ 104,979.86	\$ 121,869.67
	OPERATING INCOME/(LOSS)	\$ <76,665.29>	\$ <67,984.33>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$ 4.95
421	Non-Utility Income	166.00	
426	Miscellaneous Non-Utility Expenses	<289.59>	<195.45>
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ <129.59>	\$ <190.50>
	NET INCOME/(LOSS)	\$ <76,794.88>	\$ <68,174.83>

COMPANY NAME DS Water Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	10.1.2000	12.31.2000		
Source of Loan	Steijum, Inc.	Monte Holm		
ACC Decision No.				
Reason for Loan	Fund Capital Improvements	Fund Cash Shortfall		
Dollar Amount Issued	\$ 169,053.38	\$ 150,937.54	\$	\$
Amount Outstanding	\$ 169,053.38	\$ 150,937.54	\$	\$
Date of Maturity	12.31.05	12.31.05		
Interest Rate	2.6%	2.6%		
Current Year Interest	\$ -0-	\$ -0-	\$	\$
Current Year Principle	\$ -0-	\$ -0-	\$	\$

Meter Deposit Balance at Test Year End

\$ 850.00

Meter Deposits Refunded During the Test Year

\$ 0.00

COMPANY NAME DS Water Company

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-512262	20 Hp	186 gal/min	51 ft.	8"	6"	1985

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Well #2 - Not in service		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5 Hp (5DB2)	2	None	N/A
10 Hp (10DB2)	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
80,000	2	119 gallon	8

COMPANY NAME OS Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	6,104 ft.
3		
4	PVC	19,318 ft.
5		
6	PVC / C-900	5,585 ft.
8	PVC / C-900	1,500 ft.
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	78
3/4	
1	6
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

None

STRUCTURES:

Well House
Pressurization House

OTHER:

125' Bridge over Virgin River

COMPANY NAME: DS Water Company

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	81	893,910	1,235,580
FEBRUARY	81	817,858	1,148,090
MARCH	81	819,212	1,335,740
APRIL	82	920,430	1,138,090
MAY	82	1,096,610	1,503,380
JUNE	82	1,639,480	1,943,660
JULY	83	1,591,240	1,934,690
AUGUST	83	1,473,370	1,858,560
SEPTEMBER	83	1,322,290	1,766,210
OCTOBER	84	1,138,204	1,662,660
NOVEMBER	84	596,106	857,350
DECEMBER	84	638,540	945,540
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(X) No

If yes, provide the GPCPD amount: N/A

What is the level of arsenic for each well on your system. 9 mg/l

(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME DS Water Company YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 14.80

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 24, 2003

CURRENCY	COIN	AMOUNT
		96.11

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1665

PAY TO THE ORDER OF CellularOne

One Hundred Fourteen and 91/100

CellularOne
P.O. Box 79128
Phoenix, AZ 85062-9128

MEMO Acc. #514077259

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000009611

Ck# Date 10/24 Amt 96.11

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 27, 2003

CURRENCY	COIN	AMOUNT
		43.16

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1666

PAY TO THE ORDER OF Juan Garcia

Nine Hundred Twenty-Eight and 08/100

Juan Garcia
P.O. Box 2241
Mesquite, NV 89024

MEMO 09/16/2003 - 09/30/2003 Pay Period

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000004316

Ck# Date 10/27 Amt 43.16

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		35.00

TOTAL ITEMS 1

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1667

PAY TO THE ORDER OF Mesquite State Bank

One Thousand Two Hundred Thirty-Five and 54/100

Mesquite State Bank

MEMO

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000003500

Ck# Date 10/30 Amt 35.00

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		77.64

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1668

PAY TO THE ORDER OF Paul A. Wynn

Six Hundred Thirty-Four and 63/100

Paul A. Wynn
442 Valley View Circle
Mesquite, NV 89027

MEMO 10/01/2003 - 10/31/2003 Pay Period

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000007764

Ck# Date 10/30 Amt 77.64

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		35.00

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1669

PAY TO THE ORDER OF Waterlog

Thirty-Five and 00/100

Waterlog
P.O. Box 571
Beaver Dam, AZ 86432

MEMO July 2003 Coliform Testing

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000003500

Ck# Date 10/15 Amt 35.00

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		14.80

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1670

PAY TO THE ORDER OF Mohave County Treasurer

Fourteen and 80/100

Mohave County Treasurer
Dore E. Goodmiller
P.O. Box 712
Kingman, AZ 86402-0712

MEMO Parcel #40233098

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000001480

Ck# Date 10/10 Amt 14.80

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 24, 2003

CURRENCY	COIN	AMOUNT
		114.91

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1665

PAY TO THE ORDER OF CellularOne

One Hundred Fourteen and 91/100

CellularOne
P.O. Box 79128
Phoenix, AZ 85062-9128

MEMO Acc. #514077259

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000011491

Ck# 1665 Date 10/06 Amt 114.91

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 27, 2003

CURRENCY	COIN	AMOUNT
		928.08

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1667

PAY TO THE ORDER OF Juan Garcia

Nine Hundred Twenty-Eight and 08/100

Juan Garcia
P.O. Box 2241
Mesquite, NV 89024

MEMO 09/16/2003 - 09/30/2003 Pay Period

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000092808

Ck# 1667 Date 10/03 Amt 928.08

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		1,235.54

TOTAL ITEMS 1

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1668

PAY TO THE ORDER OF Mesquite State Bank

One Thousand Two Hundred Thirty-Five and 54/100

Mesquite State Bank

MEMO

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000123554

Ck# 1668 Date 10/01 Amt 1,235.54

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		634.63

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1669

PAY TO THE ORDER OF Paul A. Wynn

Six Hundred Thirty-Four and 63/100

Paul A. Wynn
442 Valley View Circle
Mesquite, NV 89027

MEMO 10/01/2003 - 10/31/2003 Pay Period

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000063463

Ck# 1669 Date 10/03 Amt 634.63

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		21.35

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1670

PAY TO THE ORDER OF MCI

Twenty-One and 35/100

MCI
P.O. Box 856053
Louisville, KY 40285-6053

MEMO Acc. #08679682802

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000002135

Ck# 1670 Date 10/09 Amt 21.35

DEPOSIT TICKET
FOR CLEAR COPY, PRESS PRINT WITH BALL POINT PEN

94-210-1224

DATE October 30, 2003

CURRENCY	COIN	AMOUNT
		213.75

TOTAL ITEMS 2

PLEASE BE SURE ALL ITEMS ARE PROPERLY ENDORSED

D S WATER COMPANY
P.O. BOX 786
DESERT SPRINGS, AZ 86432

1671

PAY TO THE ORDER OF Precision Aggregate

Two Hundred Thirteen and 75/100

Precision Aggregate
P.O. Box 2458
Mesquite, NV 89024

MEMO Inv. #3880-Refined Sand

AMOUNTS OVER \$1500.00 REQUIRES TWO SIGNATURES

0000021375

Ck# 1671 Date 10/09 Amt 213.75

COMPANY NAME DS Water Company YEAR ENDING 12/31/2003

INCOME TAXES

RECEIVED

APR 13 2004

**42 CORPORATION COMMISSION
DIRECTOR OF UTILITIES**

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

<67,884>
None

State Taxable Income Reported
Estimated or Actual State Tax Liability

<67,884>
None

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

132,500
None
132,500

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Pat A. Wynn
SIGNATURE

April 7, 2004
DATE

Pat A. Wynn
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 13 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

<small>COUNTY OF (COUNTY NAME)</small> <u>MoHAVE</u>	ARIZONA CORPORATION COMMISSION
<small>NAME (OWNER OR OFFICIAL) TITLE</small> <u>Patti Wynn, President</u>	DIRECTOR OF UTILITIES
<small>COMPANY NAME</small> <u>DS Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

<small>MONTH</small> <u>12</u>	<small>DAY</small> <u>31</u>	<small>YEAR</small> <u>2003</u>
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 54,176

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ None
IN SALES TAXES BILLED, OR COLLECTED

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 7th **DAY OF**

Patti Wynn
SIGNATURE OF OWNER OR OFFICIAL
928-347-5467
TELEPHONE NUMBER

<small>COUNTY NAME</small> <u>CLARK</u>	
<small>MONTH</small> <u>April</u>	<u>2004</u>

Thomas E. Allen
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 8/22/04
(SEAL) Public State of Nevada
COUNTY OF CLARK
THOMAS E. ALLEN
Appointment Expires
8/22/2004

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 13 2004

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

ARIZONA CORPORATION COMMISSION	
DIRECTOR OF UTILITIES	
NAME (OWNER OR OFFICIAL)	TITLE
Patti Wynn	President
COMPANY NAME	
DS Water Company	

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 54,176

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ None
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Patti Wynn
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

7th

DAY OF

NOTARY PUBLIC NAME	
Rhea L Allen	
COUNTY NAME	
CLARK	
MONTH	YEAR
April	2004

(SEAL) Notary Public-State of Nevada
COUNTY OF CLARK
RHEA L. ALLEN
MY COMMISSION EXPIRES June 22, 2004

X Rhea L Allen
SIGNATURE OF NOTARY PUBLIC